

HONOLULU, HAWAII 96813-5097

JADE T. BUTAY DIRECTOR

Deputy Directors LYNN A.S. ARAKI-REGAN DEREK J. CHOW ROSS M. HIGASHI EDWIN H. SNIFFEN

IN REPLY REFER TO:

Board of Land and Natural Resources State of Hawai'i Honolulu, Hawai'i

ISSUANCE OF REVOCABLE PERMITS FOR TEMPORARY SPACE FOR STORAGE AND MAINTENANCE OF AIRCRAFT FOR DISPLACED T-HANGAR TENANTS ELLISON ONIZUKA KONA INTERNATIONAL AIRPORT AT KEĀHOLE TAX MAP KEY: (3) 7-3-43:003 (PORTION) HAWAI'I

REQUEST:

Issuance of Revocable Permits for temporary space for storage and maintenance of aircraft for T-Hangar tenants displaced by State Project No. AH2062-15, Federal Inspection Services Building (Project). Due to the project being built in the current T-Hangar location, tenants are being temporarily relocated for a six-month period until permanent T-Hangars become available.

LEGAL REFERENCE:

Sections 171-55, Hawai'i Revised Statutes (HRS).

APPLICANTS:

TENANT	BUSINESS ADDRESS	
AEROSLEEK, LLC	P.O. BOX 3481, KAILUA-KONA, HAWAIʻI 96745	
BIG ISLAND AIR, INC	73-103 UʻU STREET, KAILUA-KONA, HAWAIʻI 96740	
HAWAII PACIFIC AVIATION, INC.	73-310 U'U STREET, KAILUA-KONA,	
DBA MAUNA LOA HELICOPTERS	HAWAI'I 96740	
CIVIL AIR PATROL, HAWAII	419 LELE STREET, HONOLULU,	
WING	HAWAI'I 96819	
K & S HELICOPTERS, INC.	P.O. BOX 5371, KAILUA-KONA, HAWAIʻI 96745	

BLNR – ISSUANCE OF REVOCABLE PERMITS FOR TEMPORARY SPACE FOR STORAGE AND MAINTENANCE OF AIRCRAFT FOR DISPLACED T-HANGAR TENANTS, ELLISON ONIZUKA KONA INTERNATIONAL AIRPORT AT KEĀHOLE Page 2

TENANT	BUSINESS ADDRESS	
KONA FLYERS, LTD	78-6799 WALUA ROAD, KAILUA-KONA,	
	HAWAI'I 96740	
MICHAEL J. LAURO DBA	P.O. BOX 1415, KAILUA-KONA, HAWAI'I	
TROPICBIRD FLIGHT SERVICE	96745	
MOKULELE FLIGHT SERVICE,	355 HUKILIKE STREET #103, KAHULUI,	
INC.	HAWAI'I, 96732	
N288HP, LLC	62-3648 MOANI PIKAKA WAY,	
	KAMUELA, HAWAI'I 96743	
SKYCRAFT AIR MAINTENANCE,	73-310 U'U STREET, KAILUA-KONA,	
LTD	HAWAI'I 96740	
WILLIAM WILTON	P.O. BOX 415, KAILUA-KONA, HAWAIʻI	
	96740	

LOCATION AND TAX MAP KEY:

Portion of Ellison Onizuka Kona International Airport at Keāhole (KOA), Kailua-Kona, Island of Hawai'i, identified by Tax Map Key: 3rd Division, 7-3-43:003 (Portion).

AREA:

Area/Space Nos. 517-108A and 517-108B, each containing an area of 4,108 square feet; Area/Space No. 517-108C containing an area of 2,864 square feet; and Area/Space Nos. 517-108D, 517-108E and 517-108F, each containing an area of 2,861 square feet, as shown and delineated on the attached Exhibit A.

ZONING:

State Land Use District: County of Hawai'i: Urban & Conservation

Industrial (MG-1a) and Open

LAND TITLE STATUS:

Section 5(a) lands of the Hawai'i Admission Act: <u>Ceded</u>
DHHL 30% entitlement lands pursuant to Hawai'i Admission Act YES NO X

CURRENT USE STATUS:

Airport and aeronautical purposes.

CHARACTER OF USE:

Aircraft parking and maintenance.

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COMMENCEMENT DATE:

Upon execution of the revocable permits.

MONTHLY RENTAL:

\$1,057.81 for Space Nos. 517-108A and 517-108B (as determined from the Department of Transportation, Airports Division [DOTA] schedule of rates and charges established by appraisal of Airports property statewide).

\$737.48 for Space No. 517-108C (as determined from the DOTA schedule of rates and charges established by appraisal of Airports property statewide).

\$736.71 for Space Nos. 517-108D, 517-108E, and 517-108F (as determined from the DOTA schedule of rates and charges established by appraisal of Airports property statewide).

SECURITY DEPOSIT:

Three (3) times the monthly rental in effect.

DCCA VERIFICATION (FOR COMMERCIAL ENTITIES):

Places of business registration confirmed:	YES X	NO
Registered business names confirmed:	YES X	NO
Good standing confirmed:	YES X	NO

CHAPTER 343, HRS - ENVIRONMENTAL ASSESSMENT:

In accordance with Chapter 11-200.1-15 (General types of actions eligible for exemption) of the Environmental Impact Statement Rules of the Department of Health, State of Hawai'i, this disposition is exempt from requirements regarding preparation of an environmental assessment, negative declaration, or environmental impact statement as required by Chapter 343, HRS, dated December 18, 2018.

The proposed action falls within the following Exemption:

Chapter 11-200.1-15 (c) (1) Operations, repairs, or maintenance of existing structures, facilities, equipment, or topographical features, involving minor expansion or minor change of use beyond that previously existing.

This request would qualify under the above exemption because the Applicants would be using existing paved areas for aircraft maintenance and storage, which does not require any changes beyond what is currently existing.

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The DOTA consulted with the U.S. Federal Aviation Administration (FAA) as to the appropriateness of the citation of the Environmental Exemption from Chapter 11-200.1-15 (General types of actions eligible for exemption) dated December 18, 2018. The FAA concurred on the appropriateness.

REMARKS:

Due to the Project being built in the current T-Hangar location at KOA, the current T-hangar buildings will be demolished. The T-Hangar tenants displaced by the Project will be temporarily relocated for approximately six months until the new T-Hangars are ready for occupancy. Upon completion of the new T-hangar buildings, tenants will need to apply for new space and obtain Land Board approval prior to taking occupancy.

In accordance with Section 171-55, HRS, relating to <u>Permits</u>, the Department of Transportation proposes to issue month-to-month Revocable Permits to the displaced T-Hangar tenants for temporary space for storage and maintenance of aircraft at KOA.

RECOMMENDATION:

That the Board authorize the Department of Transportation to issue month-to-month Revocable Permits to the displaced tenants, subject to: (1) terms and conditions herein outlined, which are by reference incorporated herein; and (2) such additional terms and conditions as may be prescribed by the Director of Transportation to best serve the interests of the State.

Respectfully submitted,

JADE T. BUTAY

Director of Transportation

APPROVED FOR SUBMITTAL:

SUZANNE D. CASE

Chairperson and Member

